

BATHURST POWER AND PAPER COMPANY LIMITED



THIRD ANNUAL REPORT
1930

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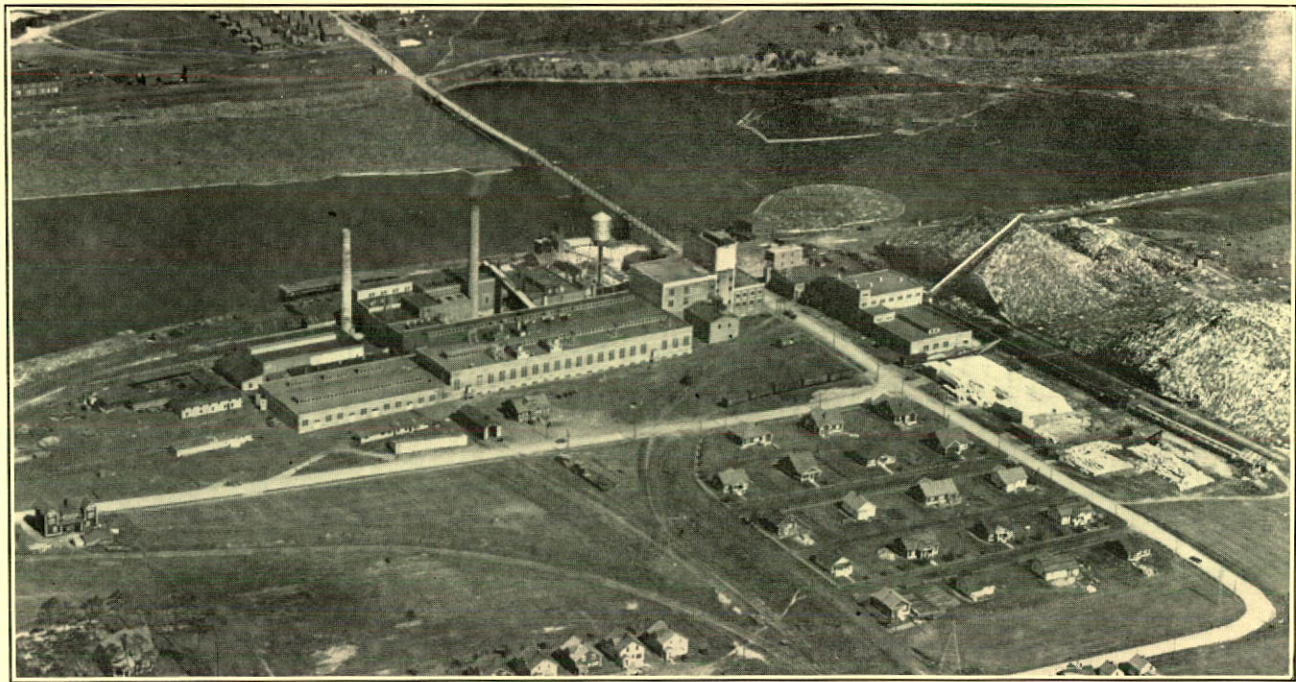
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McGILL UNIVERSITY

BATHURST POWER AND
PAPER COMPANY
LIMITED



THIRD ANNUAL REPORT
1930



Mills of Bathurst Power and Paper Company Limited, Bathurst, N.B.

Report of Directors

To the Shareholders of

Bathurst Power and Paper Company, Limited.

Your Directors submit herewith the third annual report of your Company, together with balance sheet as of December 31st, 1930, and relative profit and loss account for the year ended that date.

The net profits for the year after making provision for depletion of timber limits at the rate of \$1.00 per cord on wood cut, but before providing for depreciation, were \$73,082.36.

Business conditions in general, and of the newsprint industry in particular, have affected adversely the operations of your Company. The Company's production of newsprint for the year was approximately 61% of capacity. The operations of the sulphite and kraft mills were drastically curtailed during the year through lack of demand and the prices realized for these products were unprofitable.

Similar conditions have carried over into 1931 and at the moment the decline in volume of sales and prices continues.

In view of the difficulty of selling kraft pulp as a raw material at profitable prices the Board of Directors have decided to convert it into a finished product and have authorized the necessary alterations for the manufacture of kraft container board on one of the newsprint machines.

The balance sheet continues to reflect a strong financial position with net current assets exceeding \$2,490,000 and with a ratio of current assets to current liabilities in excess of 21 to 1. Your Company has no funded indebtedness or bank loans.

While many economies have been effected, the necessity of maintaining the physical assets of your Company has not been overlooked and the properties and plants are in good condition for efficient operation.

The auditors, Messrs. Price, Waterhouse and Company, retire at this time, and being eligible, offer themselves for re-election.

The Directors acknowledge, to all employees, their appreciation for faithful services rendered to the Company during the year.

For the Board of Directors.

JOHN B. WHITE,

MONTREAL, May 23rd, 1931.

President.

BATHURST POWER AND AND SUBSID.

Consolidated Balance Sheet

ASSETS

CURRENT ASSETS:

Cash.....	\$236,420.89	
Marketable Securities at cost—		
Dominion of Canada Bonds.....	371,028.72	
Municipal and other Bonds.....	40,914.50	
Call Loan.....	50,000.00	
Accounts Receivable (less Reserve for Doubtful Accounts).....	279,583.36	
Inventories of Raw Materials, Supplies and Finished Products as certified by the Management.....	1,545,410.64	
Expenditures on Logging Operations, Season 1930-1931.....	93,009.92	
		\$2,616,368.03

PROPERTIES:

Timber Limits, Undeveloped Water Sites, Buildings, Plant and Machinery as re- valued December 31, 1927, with sub- sequent additions.....	22,276,230.42
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INVESTMENTS IN ASSOCIATED AND OTHER COM- PANIES.....

93,870.30

DEFERRED CHARGES:

Prepaid Taxes and Insurance and Improve- ments chargeable to future operations...	\$ 31,553.79	
Organization Expenses, less amount written off.....	30,000.00	
		61,553.79
		\$25,048,022.54

Approved on behalf of the Board:

JAS. B. WOODYATT }
J. B. WHITE } *Directors.*

PAPER COMPANY LIMITED

Y COMPANIES

et, December 31st, 1930

LIABILITIES

CURRENT LIABILITIES:

Accounts Payable.....	\$101,637.73	
Accrued Accounts.....	21,304.54	
		\$122,942.27

RESERVES:

Depreciation of Buildings and Plant, etc....	\$431,038.69	
Depletion of Timber Limits.....	231,471.98	
Mill Replacements and Insurance Fund....	37,486.47	
		699,997.14

COMMON STOCK AND SURPLUS:

Balance at date of organization.....	\$24,044,082.45	
Surplus as per statement attached.....	181,000.68	
		24,225,083.13

Represented by 400,000 Shares of Class A
Stock and 300,000 Shares Class B
Stock without nominal or par value.

\$25,048,022.54

AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the books and accounts of the Bathurst Power & Paper Company Limited and its Subsidiary Companies for the year ending December 31, 1930, and have obtained all the information and explanations which we have required, and we certify that, in our opinion, the above Consolidated Balance Sheet at December 31, 1930, is properly drawn up so as to show a true and correct view of the financial position of Bathurst Power & Paper Company Limited and its Subsidiary Companies, and that the attached Statement of Profit and Loss correctly shows the results of the year's operations before providing for Depreciation of Buildings, Plant and Machinery, according to the best of our information and the explanations given to us and as shown by the books of the Companies.

PRICE, WATERHOUSE & CO.
Auditors.

Montreal, March 17, 1931.

BATHURST POWER AND PAPER COMPANY
LIMITED
AND SUBSIDIARY COMPANIES

Consolidated Statement of Profit and Loss for the Year
Ending December 31, 1930

Profit from Operations after deducting all Operating, Selling and Management Expenses and after making provision for depletion of Timber Limits at the rate of \$1.00 per cord on wood cut.	\$132,953.69
DEDUCT: Idle Expenses and Inventory Adjustments.	59,871.33
Profit for year before providing for Depreciation of Buildings, Plant and Machinery.	\$73,082.36

Consolidated Statement of Surplus for the Year
Ending December 31, 1930

Balance at January 1, 1930.	\$103,297.03
ADD: Adjustments affecting prior years.	4,621.29
	\$107,918.32
ADD: Profit for year, as above.	73,082.36
Balance at December 31, 1930.	<u>\$181,000.68</u>

BATHURST POWER AND PAPER COMPANY LIMITED

Officers

BRIG.-GEN. J. B. WHITE	<i>President</i>
A. E. McLEAN	<i>Vice-President and General Manager</i>
H. J. WEBB	<i>Vice-President and Treasurer</i>
G. A. SCHRYER	<i>Asst. Treasurer</i>
S. B. BOND	<i>Secretary</i>

Directors

G. H. MONTGOMERY, K.C.	P. A. THOMSON
A. E. McLEAN	H. J. WEBB
A. J. NESBITT	BRIG.-GEN. J. B. WHITE
J. B. WOODYATT	

